

dollars to the unemployment compensation fund established in section 96.9 unless the department determines that such transfer should not be made because of immediate obligations to be met from the fund.

Sec. 3. Section 96.19, subsection 21, Code 1981, is amended to read as follows:

21. "COMPUTATION DATE". The computation date for contribution rates shall be July 1 of that calendar year preceding the calendar year with respect to which such rates are to be effective. If the total trust funds available for payment of unemployment compensation benefits through April 1, 1978, is projected to fall below twenty million dollars, the director of the Iowa department of job service shall prepare and adopt such procedures for advance payment of a portion of the employer's unemployment contributions projected due for the first quarter of the calendar year beginning January 1, 1978.

Approved April 22, 1982

CHAPTER 1127

MERGED AREA XIII LEGALIZING ACT

S.F. 2267

AN ACT to legalize and validate the proceedings of the board of directors of the Iowa western community college (merged area XIII) in the counties of Adair, Adams, Audubon, Cass, Crawford, Fremont, Harrison, Mills, Monona, Montgomery, Page, Pottawattamie and Shelby in connection with certain contracts to construct and to lease facilities with purchase option effective upon publication.

WHEREAS, the board of directors of the Iowa western community college (merged area XIII) advertised for and received bids for the construction and lease with purchase option of a project designated as the continuing education lecture center and Kaneshville center addition to its campus; and

WHEREAS, it appears from the records of the Iowa western community college that the most favorable bid by Knudson, Inc. was accepted by the board of directors under which the contractor was obligated to execute a contract to construct and a lease agreement with purchase option pursuant to section 280A.38 setting forth the terms of the lease of the project to the college; and

WHEREAS, the Iowa western community college and the contractor have by change order amended a term of the lease agreement with purchase option with respect to the dates on which the college may exercise its right to purchase and corrected errors in the lease and established the terms of the lease at fifteen years; and

WHEREAS, doubts have arisen concerning the validity and legal sufficiency of that action and it is deemed advisable to put such doubts and all others that might arise concerning the proceedings forever at rest; **NOW THEREFORE,**

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. That all proceedings taken by the board of directors of the Iowa western com-

munity college (merged area XIII), in connection with the award of contract to Knudson, Inc., the execution of the contract to construct, and the execution and amendment of the lease agreement with purchase option are legalized and confirmed and the contract to construct and lease and the lease agreement with purchase option as amended and modified constitute binding obligations of the merged area district enforceable in accordance with their terms by the contractor or an approved assignee of the contractor.

Sec. 2. This Act, being deemed of immediate importance, takes effect from and after its publication in *The Council Bluffs Nonpareil*, a newspaper published in Council Bluffs, Iowa, and in *The Red Oak Express*, a newspaper published in Red Oak, Iowa.

Approved April 22, 1982

I hereby certify that the foregoing Act, Senate File 2267 was published in *The Council Bluffs Nonpareil*, Council Bluffs, Iowa on May 8, 1982 and in *The Red Oak Express*, Red Oak, Iowa on April 28, 1982.

MARY JANE ODELL, *Secretary of State*

CHAPTER 1128

SCHOOL DISTRICT PROPERTY TAX LEVY FOR CASH RESERVE

S.F. 2088

AN ACT to authorize a property tax levy by school districts for a cash reserve.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Acts of the Sixty-ninth General Assembly, 1981 Session, chapter 94, section 1, is amended by striking the section and inserting in lieu thereof the following:

SECTION 1. Chapter 298, Code 1981, is amended by adding the following new section:

NEW SECTION. LEVY FOR CASH RESERVE. The board of directors of a school district may certify for levy by March 15 of a school year, a tax on all taxable property in the school district in order to raise an amount for a necessary cash reserve for a school district's general fund. The amount raised for a necessary cash reserve does not increase a school district's authorized expenditures as defined in section 442.5, subsection 2.

Sec. 2. Section 442.13, Code 1981, is amended by adding the following new subsection:

NEW SUBSECTION. Annually the school budget review committee shall review the amount of property tax levied by each school district for a cash reserve authorized in section 1 of this Act. If in the committee's judgment, the amount of a district's cash reserve levy is unreasonably high, the committee shall instruct the state comptroller to reduce that district's tax levy computed under section 442.9 for the following budget year by the amount the cash reserve levy is deemed excessive. A reduction in a district's property tax levy for a budget year under this subsection does not affect the district's authorized budget.

Sec. 3. Section 442.13, subsection 2, Code 1981, is amended to read as follows: